

Al Salam Bank - Bahrain B.S.C.

Interim Condensed Consolidated Financial Statements for the period ended 31 March 2017

These statements have been extracted from the interim condensed consolidated financial statements on which Ernst & Young has issued an unqualified report dated 3 May 2017.



AL SALAM BANK
البحرين

INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION	(Reviewed) 31 March 2017	(Audited) 31 December 2016
	BD '000	BD '000
ASSETS		
Cash and balances with banks and Central Bank	107,078	131,990
Sovereign Sukuk	360,691	358,269
Murabaha and Wakala receivables from banks	149,643	182,452
Corporate Sukuk	19,098	28,934
Murabaha financing	213,915	213,687
Mudaraba financing	277,034	255,358
Ijarah Muntahia Bittamleek	193,236	188,485
Musharaka	13,396	12,304
Assets under conversion	22,837	34,465
Non-trading investments	120,545	122,073
Investments in real estate	51,863	51,863
Development properties	18,558	17,781
Investment in associates	11,496	10,561
Other assets	33,807	27,260
Goodwill	25,971	25,971
Assets classified as held-for-sale	-	19,840
TOTAL ASSETS	1,619,168	1,681,293
LIABILITIES, EQUITY OF INVESTMENT ACCOUNTHOLDERS AND OWNERS' EQUITY		
LIABILITIES		
Murabaha and Wakala payables to banks	136,346	132,032
Murabaha and Wakala payables to non-banks	665,561	723,439
Current accounts	276,311	279,609
Liabilities under conversion	1,224	217
Murabaha term financing	98,367	91,837
Other liabilities	50,358	49,043
Liabilities relating to assets classified as held-for-sale	-	11,421
TOTAL LIABILITIES	1,228,167	1,287,598
EQUITY OF INVESTMENT ACCOUNTHOLDERS	73,307	68,796
OWNERS' EQUITY		
Share capital	214,093	214,093
Treasury stock	(1,712)	(1,646)
Reserves and retained earnings	104,528	100,213
Proposed appropriations	-	10,705
Total equity attributable to shareholders of the Bank	316,909	323,365
Non-controlling interest	785	1,534
TOTAL OWNERS' EQUITY	317,694	324,899
TOTAL LIABILITIES, EQUITY OF INVESTMENT ACCOUNTHOLDERS AND OWNERS' EQUITY	1,619,168	1,681,293

INTERIM CONSOLIDATED STATEMENT OF CHANGES IN OWNERS' EQUITY (REVIEWED)	Three months ended 31 March 2017	Three months ended 31 March 2016
	BD '000	BD '000
Balance at 1 January	324,899	320,002
Net profit for the period	4,304	4,501
Net changes in fair value	603	(48)
Foreign currency re-translation	14	(131)
Dividend paid	(10,630)	(10,705)
Sale of a subsidiary	(1,430)	-
Purchase of treasury stock	(66)	-
Net movements in non-controlling interest	-	160
Balance at 31 March	317,694	313,779

INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS (REVIEWED)	Three months ended 31 March 2017	Three months ended 31 March 2016
	BD '000	BD '000
Net cash (used in) / from operating activities	(71,074)	14,517
Net cash from / (used in) investing activities	15,358	(487)
Net cash from financing activities	345	29,450
NET CHANGE IN CASH AND CASH EQUIVALENTS	(55,371)	43,480
Cash and cash equivalents at 1 January	284,928	223,677
CASH AND CASH EQUIVALENTS AT 31 MARCH	229,557	267,157

INTERIM CONSOLIDATED INCOME STATEMENT (REVIEWED)	Three months ended 31 March 2017	Three months ended 31 March 2016
	BD '000	BD '000
OPERATING INCOME		
Income from financing contracts	10,802	9,112
Income from Sukuk	4,189	4,389
Gains on sale of investments and Sukuk	456	1,112
Income from investments	748	332
Fair value changes on investments	288	1,096
Dividend income	260	352
Foreign exchange (loss) / gain	(7)	449
Fees, commission and other income - net	3,676	1,210
	20,412	18,052
Profit on Murabaha and Wakala payables to banks	(509)	(334)
Profit on Wakala payables to non-banks	(4,205)	(4,729)
Profit on Murabaha term financing	(485)	(410)
Return on equity of investment accountholders before Group's share as a Mudarib	(42)	(55)
Group's share as a Mudarib	19	25
	(23)	(30)
Total operating income	15,190	12,549
OPERATING EXPENSES		
Staff cost	2,613	2,631
Premises and equipment cost	381	645
Depreciation	535	992
Other operating expenses	2,330	2,146
Total operating expenses	5,859	6,414
PROFIT BEFORE PROVISIONS AND RESULTS OF ASSOCIATES	9,331	6,135
Provision for financing and investments - net	(5,937)	(2,361)
Share of profit from associates	910	727
NET PROFIT FOR THE PERIOD	4,304	4,501
ATTRIBUTABLE TO:		
- Shareholders of the Bank	4,350	4,650
- Non-controlling interest	(46)	(149)
	4,304	4,501
Weighted average number of shares (in '000)	2,125,394	2,140,931
Basic and diluted earnings per share (fils)	2	2

TOTAL COMPREHENSIVE INCOME (REVIEWED)	Three months ended 31 March 2017	Three months ended 31 March 2016
	BD '000	BD '000
Net profit for the period	4,304	4,501
<i>Items to be reclassified to interim consolidated income statement in subsequent periods:</i>		
Unrealized gain reclassified to interim consolidated income statement on disposal of fair value through equity investments	-	(23)
Unrealised gain / (loss) on fair value through equity investments	603	(25)
Foreign currency re-translation	14	(131)
Other comprehensive gain / (loss) for the period	617	(179)
Total comprehensive income for the period	4,921	4,322
Attributable to:		
- Shareholders of the Bank	5,035	4,568
- Non-controlling interest	(114)	(246)
	4,921	4,322

These interim condensed consolidated financial statements have been authorized for issue in accordance with a resolution of the Board of Directors on 3 May 2017.

Shaikha Hessa bint Khalifa Al Khalifa
Chairperson of the Board

Yousif Abdulla Taqi
Director & Group CEO